# GOVERNMENT OF INDIA
# STEEL
# LOK SABHA

UNSTARRED QUESTION NO:4628
ANSWERED ON:19.12.2000
SMALL SCALE SICK UNITS
MANI SHANKAR AIYAR

**Will the Minister of STEEL be pleased to state:**

to the reply given to Unstarred Question No.2498 on August 8, 2000, and state:

(a) whether the information sought has since been collected;

(b) if so, the details thereof; and

(c) if not, the reasons therefor?

## Answer

MINISTER OF STATE FOR STEEL (SHRI BRAJA KISHORE TRIPATHY)

(a) to (c): The information in respect of Unstarred Question No.2498 on August 8, 2000 asked by Shri Manikrao Hodlya Gavit was collected and furnished to Ministry of Parliamentary Affairs on 4.9.2000. Copy of assurance fulfillment statement giving requisite information is annexed.

(a) to (c): The information is being collected and will be laid on the Table of the Lok Sabha.

(a) & (b): The details of the Small Induction Furnace based Steel Plants declared sick by Board for Industrial and Financial Reconstruction (BIFR) during the last three years and the current year are given in the annexure. The main reason for their sickness is financial problems.

(c) Under the extant Industrial Policy, the Iron & Steel Industry has been completely liberalised. Market conditions, therefore, determine the fate of any unit. In case of sickness, Government provides the institutional mechanism of BIFR for considering revival option.

ANNEXURE

THE DETAILS OF THE SMALL INDUCTION FURNACE BASED STEEL PLANTS DECLARED SICK DURING THE LAST YEARS

| SL. NO. | NAME OF THE UNIT | STATE | OA & DATE OF ORDER | PRESENT STATUS WITH BIFR |
|---|---|---|---|---|
| | YEAR 1997 | | | |
| 1. | M/s. Ravi-Hi Tech Ltd. | Bihar | IIBI 16.5.2000BOB | Winding up Notice issued |
| 2. | M/s. Jalan Ispat Cast-ings Ltd. | Gujarat | BOB | Under Inquiry |
| 3. | M/s. Singhal Swaroop Ispat Ltd. | Maharashtra | IDBI | Under Inquiry |
| | YEAR 1998 | | | |
| 4. | M/s Didar Steel CO.Pvt. LTD | Punjab | IFCI 21.2.2000 | Revival Scheme sanctioned under 18(4) |
| 5. | M/s Unimetal Ispat Ltd | Andhra | NA17.11.1999 | Dismissed as non maintainable |
| 6. | M/s. Volvo Steel Ltd. | Gujarat | NA 27.3.2000 | -do- |
| 7 | M/s. Sri Ramkrishna Steel Ind. Ltd. | Tamil Nadu | IDBI 18.2.2000 | Winding up notice issued |
| 8. | M/s. Gujarat Electro-melt Ltd. | Gujarat | IDBI 18.2.2000 | Under Inquiry |

9. M/s. Punjab Iron & Steel Ltd. Punjab IFCI Under Inquiry
10. M/s. G.K. Steel & Allied Ind. Ltd. Tamil Nadu IDBI Under Inquiry
11. M/s. Raigad Castings Ltd. Maharashtra N. A. Under Inquiry
12. M/s. Simplex Indus-tries Ltd. M.P. BOB 1.11.99 Under Inquiry
13. M/s. Swaroop Steel Ltd. Maharashtra CBI Under Inquiry
14. M/s. Eltex Super Castings Ltd. Tamil Nadu N. A. Under Inquiry
15. M/s. Zenith Alloy & Steels Ltd. W.B. N. A. Under Inquiry

YEAR 1999

16. M/s. Aarkay Concast Ltd. Punjab N. A. 18.2.2000 Dismissed as non maintainable
17. M/s. Garg Concast Punjab Ltd. Punjab N.A. 14.7.1999 -do-
18. M/s. Rajest Malleables Ltd. Gujarat IDBI Under Inquiry
19. M/s. Vashisht Indl. Prod. Ltd. Punjab N.A. -do-
20. M/s. Southern Ferro Ltd. Karnataka IDBI -do-
21. M/s. Alfa Castings Pvt. Ltd. U.P. PNB -do-
22. M/s. Aggarwal Steel Complex W.B. BOI -do-
23. M/s. Frontier Alloys Steels Ltd. U.P. IDBI -do-
24. M/s. Krishna Engg. Works Ltd. Punjab IDBI -do-
25. M/s. Metro Castings Ltd. Tamil Nadu N.A -do-

YEAR 2000

26. M/s. Kusum Alloys Ltd. Karnataka N.A Under Inquiry
27. M/s. Kanakdhara Castings Pvt. Ltd. Maharashtra N.A -do-